

**PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION  
2007 Legislative Year**

**Status as of October 15, 2007**

**C - Chaptered Bills**

<b>Bill Number Version</b>	<b>Author</b>	<b>Summary</b>	<b>Board Position</b>	<b>Status</b>
<b>AB 221</b>  C-10/15/2007	Anderson	<b>Targeted Divestment from Iran</b>  Creates the California Public Divestment from Iran Act. Prohibits CalPERS and CalSTRS from investing public employee retirement funds, as defined, in a company with business operations in Iran that meets the following criteria: is invested in, or is engaged in, business operations with entities in the defense or nuclear sectors of Iran, or invested or engaged in the development of petroleum or natural gas resources of Iran and that company is subject to sanctions by the Federal Government; or in a company engaged in business operations with an Iranian Organization that has been labeled a terrorist organization by the US Government. The provisions of this act are considered severable. If any provisions are deemed invalid, the remaining provisions remain in effect. This bill would require the Boards of these retirement systems to sell or transfer any investments in these companies within specific timeframes and report to the Legislature regarding these investments.	Oppose	10/14/2007- Chaptered by the Secretary of State, Chapter Number 671, Statutes of 2007
<b>AB 299</b>  C-07/27/2007	Tran	<b>Code Maintenance (2007)</b>  Makes technical, nonsubstantive changes in various provisions of law to effectuate the recommendations made by the Legislative Counsel to the Legislature.		07/27/2007- Chaptered by the Secretary of State, Chapter Number 130, Statutes of 2007
<b>AB 384</b>  C-09/29/2007	Portantino	<b>California Fallen Federal Firefighter Survivor Assistance Act of 2007</b>  Extends PEMHCA health benefit coverage to the surviving spouse, as defined, or eligible family member of a permanent career civilian federal firefighter, including temporary federal firefighters, who resides and whose regular duties are to perform firefighting services in this state and who dies as a result of an injury or disease sustained in the line of duty.	Support, if Amended	09/29/2007- Chaptered by the Secretary of State, Chapter Number 255, Statutes of 2007

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AB 554  C-10/08/2007	Hernandez	<b>PEMHCA: Prefunding Retiree Health Care Benefits</b>  Under current law, only an employer who has contracted for health coverage under PEMHCA may elect to participate in the CalPERS OPEB Prefunding Plan. This bill would provide authority to the board to expand eligibility to this Prefunding Plan to public entities that do not participate in PEMHCA.	Sponsor	10/08/2007- Chaptered by the Secretary of State, Chapter Number 318, Statutes of 2007
AB 754  C-10/08/2007	Assembly PER&SS Committee	<b>CalPERS Investment Officer Compensation</b>  Provides legislative approval for recent addenda to bargaining agreements that, among other things, authorize a 5 percent salary increase for CalPERS and CalSTRS Investment Officer III positions, effective January 1, 2007, and allow the parties to meet and confer to establish an incentive award program for the class. Also allows the parties to extend similar salary increases for Investment Officer I and II classes on or after January 1, 2008, and establishes a pay differential for Investment Officers that become Chartered Financial Analysts.		10/08/2007- Chaptered by the Secretary of State, Chapter Number 321, Statutes of 2007
AB 1296  C-10/15/2007	Torrico	<b>Health Care Claims Data</b>  Requires a health plan that contracts with CalPERS to provide to the Board and CalPERS staff, and any contractor or consultant of the system, actual claims payment data for each member, and contract payment amounts for services billed for each individual hospital. Allows hospitals, upon request, to validate the data that has been provided to the Board. The information will be aggregated in compliance with the Health Insurance Portability and Accountability Act of 1996 (HIPAA) and held proprietary by CalPERS.	Sponsor	10/14/2007- Chaptered by Secretary of State, Chapter Number 698, Statutes of 2007
AB 1307  C-10/11/2007	Krekorian	<b>CalPERS Supplemental Contribution Program</b>  Would allow CalPERS to provide for permissible in-service distributions of employee contributions on behalf of participating employees in the SCP. Would expand eligibility for participation to all California public agencies, including school employers, and their employees that contract for the SCP, without regard to membership in the CalPERS defined benefit pension plan	Sponsor	10/11/2007- Chaptered by the Secretary of State, Chapter Number 511, Statutes of 2007

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AB 1317  C-10/08/2007	Mullin	<b>Compensation of Key Employees</b>  AB 1317 expands the list of key positions under which the Board of Administration of the California Public Employees' Retirement System (CalPERS) has authority to set compensation, conditions of employment and performance standards, to include the General Counsel. It also places the General Counsel position in a modified civil service classification, and prohibits those that hold their position for less than five years from representing or becoming employed by a company attempting to influence or conduct business with CalPERS for a period of two years after leaving the system.	Sponsor	10/08/2007- Chaptered by the Secretary of State, Chapter Number 333, Statutes of 2007
AJR 5  C-09/10/2007	Hernandez	<b>Social Security Offsets</b>  Declares that the elimination of the Government Pension Offset and the Windfall Elimination Provision would greatly improve the opportunities for hiring and retaining teachers, peace officers, firefighters, and other public employees in California, and encourages the President and the Congress of the United States to repeal the Government Pension Offset and the Windfall Elimination Provision from the Social Security Act.		09/10/2007- Chaptered by the Secretary of State, Res. Chapter Number 116, Statutes of 2007
SB 14  C-10/09/2007	Negrete McLeod	<b>Retirement: Military Service</b>  Provides "optional" membership rights to members of the California National Guard, who do not qualify for CalPERS. Creates member classification of "National Guard member" for such persons, who generally receive the same benefits as state miscellaneous members. Provides right to purchase credit for previous California National Guard service. National Guard members would pay both the employee and employer share of contributions for membership and previous service, and would be excluded from certain provisions under the law to minimize potential costs to the state.	Neutral	10/09/2007- Chaptered by the Secretary of State, Chapter Number 355, Statutes of 2007
SB 77  C-08/24/2007	Ducheny	<b>2007-2008 Budget Act</b>  This bill would make appropriations for support of state government for the 2007-2008 fiscal year. This bill would declare that it is to take effect immediately as an urgency statute.		08/24/2007- Chaptered by the Secretary of State, Chapter Number 171, Statutes of 2007

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<b>SB 86</b>  C-08/24/2007	Senate Budget and Fiscal Review Committee	<b>Retiree Drug Subsidy (RDS)</b>  Authorizing CalPERS to establish a sub-account entitled the Account for Retiree Drug Subsidy Payments (RDS) within its Contingency Reserve Fund (CRF). This account would be established to hold subsidies collected through the federal Medicare Prescription Drug Improvement and Modernization Act, commonly referred to as Medicare Part D. This bill would specify that all funds placed into the account could be appropriated by the Legislature through the annual Budget Act.		08/24/2007- Chaptered by the Secretary of State, Chapter Number 179, Statutes of 2007
<b>SB 221</b>  C-07/17/2007	Runner	<b>LRS Final Compensation</b>  Specifies that final compensation for members of the Legislators' Retirement System that enter the System on or after January 1, 2008 is based on the highest annual compensation that was earnable during a specified consecutive 12-month period of employment.	Neutral	07/17/2007- Chaptered by the Secretary of State, Chapter Number 74, Statutes of 2007
<b>SB 235</b>  C-10/08/2007	Negrete McLeod	<b>Vision Care: CSU Annuitants</b>  Would establish the California State University Annuitant Vision Care Program to be administered by the CSU system. The CSU Annuitant Vision Care Program would provide vision care coverage to specified CSU annuitants and their dependents, as contracted for by CSU. Requires CSU to administer the plan on or after July 1, 2008.	Support	10/08/2007- Chaptered by the Secretary of State, Chapter Number 344, Statutes of 2007

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SB 431  C-09/29/2007	Aanestad	<b>Butte and Solano County Trial Courts</b>  Current law requires that in the case of a trial court located within a county contracting with CalPERS for retirement benefits, the trial court and the county must participate under a joint contract with CalPERS, resulting in pooled assets and liabilities and a single employer contribution rate. Among other things, SB 431 would require CalPERS to prepare on or before October 1, 2008 and from existing resources, a separate computation of the assets and liabilities of Butte and Solano counties and their respective trial courts, with the split calculated retroactively from January 1, 2001 and based on the most recent annual actuarial valuation. Requires those entities to supply relevant information to CalPERS, including any lump-sum payments, and which active, inactive, and retired members shall be considered employees of the respective county and the trial court, as specified. Also provides that nothing in its provisions shall be construed to effect the combined calculation of assets and liabilities for purposes of setting the employer contribution rate for both a county and a trial court.	Neutral	09/29/2007- Chaptered by the Secretary of State, Chapter Number 256, Statutes of 2007
SB 581  C-10/13/2007	Wiggins	<b>Volunteer Firefighter Length of Service Awards</b>  Transfers administration of the Volunteer Firefighters Length of Service Award Program from CalPERS to the California State Fire Employees Welfare Benefit Corporation. The award system would be administered by the Corporation's board and would have to comply with specified requirements. Requires the CalPERS Board of Administration to transfer associated confidential participant data and files to the Corporation. Indemnifies and holds harmless CalPERS, its officials and employees as a result of the transfer to the Corporation.	Support	10/13/2007- Chaptered by the Secretary of State, Chapter Number 651, Statutes of 2007